

# EASTERN INSURANCE CO LTD

44, Dilkusha C/Area, Dhaka

## UN - AUDITED BALANCE SHEET

AS AT JUNE 30, 2023

### PARTICULARS

	<i>AMOUNT IN TAKA 30.06.2023</i>	<i>AMOUNT IN TAKA 31.12.2022</i>
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### CAPITAL & LIABILITIES:

Share Capital	431,101,440	431,101,440
Share Premium	356,686,881	356,686,881
Revaluation Reserve	463,261,476	463,261,476
Reserve or Contingency account	958,517,743	902,266,079
Balance of Fund	85,509,523	109,657,257
Dividend Payable	5,204,875	9,634,712
Current Liabilities & Provisions	616,793,835	571,208,115
Total	<u>2,917,075,773</u>	<u>2,843,815,960</u>

### PROPERTY & ASSETS:

Investment	719,698,250	732,507,086
Bank Deposit, Receivables & Other Accounts	1,940,342,292	1,852,804,495
Fixed Assets	257,035,231	258,504,379
Total	<u>2,917,075,773</u>	<u>2,843,815,960</u>

Net assets value per share (NAV)

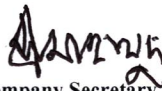
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53.24

52.49



Chief Financial Officer



Company Secretary (C.C.)



Chief Executive Officer (C.C.)



Vice Chairman



Chairman


# EASTERN INSURANCE CO.LTD

44, Dilkusha C/Area, Dhaka - 1000

## UN - AUDITED INCOME STATEMENT FOR THE HALF YEAR (Q2) ENDED ON JUNE 30, 2023

<u>INCOME:</u>	<u>Note</u>	<u>1 Jan to</u> <u>30-Jun-23</u>	<u>1 Jan to</u> <u>30-Jun-22</u>	<u>1 Apr to</u> <u>30-Jun-23</u>	<u>1 Apr to</u> <u>30-Jun-22</u>
Premium Income less Re Insurance	4	75,832,999	104,600,039	29,183,546	36,993,248
Re-Insurance Commission		16,285,087	20,153,069	6,697,393	10,006,234
Investment & Other Income		48,495,117	49,200,155	24,963,927	22,236,099
Un-expired Risk Adjustment		24,147,734	20,645,579	15,666,140	16,463,631
<b>Total (A)</b>		<u>164,760,937</u>	<u>194,598,842</u>	<u>76,511,006</u>	<u>85,699,212</u>
<u>EXPENDITURE:</u>					
Claim Paid & Due		15,954,927	19,095,784	9,634,829	11,176,919
Commission & Expenses		70,543,299	74,803,080	31,351,624	28,707,847
<b>Total (B)</b>		<u>86,498,226</u>	<u>93,898,864</u>	<u>40,986,453</u>	<u>39,884,766</u>
<b>Net Profit Before Tax (A-B)</b>		78,262,711	100,699,978	35,524,553	45,814,446
Less: Provision for Taxation		22,000,000	25,000,000	10,200,000	10,400,000
Deferred tax (income)/expenses	5	11,047	(266,834)	(20,217)	14,151
<b>Net Profit After Tax</b>		<u>56,251,664</u>	<u>75,966,812</u>	<u>25,344,770</u>	<u>35,400,295</u>
Earning Per Share (EPS)	6	1.30	1.76	0.59	0.82

  
Chief Financial Officer

  
Company Secretary (C.C.)

  
Chief Executive Officer (C.C.)

  
Vice Chairman

  
Chairman

# EASTERN INSURANCE COMPANY LIMITED

44, Dilkusha C/Area, Dhaka - 1000.

## CASH FLOW STATEMENT

FOR THE HALF YEAR (Q2) ENDED ON JUNE 30, 2023

SL.	<u>Particulars</u>	Note	AMOUNT <u>30.06.2023</u>	AMOUNT <u>30.06.2022</u>
A.	<u>Cash Flow from Operating Activities</u>			
	Turnover against Insurance Business		149,720,371	245,600,466
	Investment and Other Income		48,704,552	52,299,220
	Business Cost, Expenses, Advance & Others		(168,017,597)	(195,124,725)
	Income Tax		(19,156,871)	(17,500,000)
	<b>Net Cash Flow from Operating Activities - A</b>		<b>11,250,455</b>	<b>85,274,961</b>
B.	<u>Cash Flow from Investing Activities</u>			
	Investment in Shares (net off)		8,379,006	(36,573,524)
	Purchase of Fixed Assets		(351,951)	(184,788)
	<b>Net Cash Flow from Investing Activities - B</b>		<b>8,027,055</b>	<b>(36,758,312)</b>
C.	<u>Cash Flow from Financing Activities</u>			
	Dividend Paid		-	-
	<b>Net Cash Flow from Financing Activities - C</b>		<b>-</b>	<b>-</b>
	<b>Increase/(Decrease) in Cash &amp; Cash Equivalents (A+B+C)</b>		<b>19,277,510</b>	<b>48,516,649</b>
	Opening Cash in hand & Bank Balances		1,518,227,456	1,493,858,629
	<b>Closing Cash in hand &amp; Bank Balances</b>		<b>1,537,504,966</b>	<b>1,542,375,278</b>
	<b>Net operating cash flows per share (NOCFPS)</b>	<b>8</b>	<b>0.26</b>	<b>1.98</b>

  
Chief Financial Officer

  
Company Secretary (C.C.)

  
Chief Executive Officer (C.C.)

  
Vice Chairman

  
Chairman

## EASTERN INSURANCE CO.LTD

44, Dilkusha C/Area, Dhaka - 1000.

### Statement of Changes in Equity

As at June 30, 2023

Particulars	Share Capital	Retained Earnings	Reserve & Fund	Share Premium	Revaluation Reserve	Total
Balance as at December 31, 2022	431,101,440	123,783,708	778,482,371	356,686,881	463,261,476	2,153,315,876
						-
Addition retained earnings during the period	-	56,251,664	-		-	56,251,664
	-		-			-
<b>Balance as at June 30, 2023</b>	<b>431,101,440</b>	<b>180,035,372</b>	<b>778,482,371</b>	<b>356,686,881</b>	<b>463,261,476</b>	<b>2,209,567,540</b>
Balance as at December 31, 2021	431,101,440	165,078,779	678,892,301	356,686,881	463,261,476	2,095,020,877
Addition retained earnings during the period		75,966,813				75,966,813
<b>Balance as at June 30, 2022</b>	<b>431,101,440</b>	<b>241,045,592</b>	<b>678,892,301</b>	<b>356,686,881</b>	<b>463,261,476</b>	<b>2,170,987,690</b>

  
Chief Financial Officer

  
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**Eastern Insurance Co. Limited.**  
**44, Dilkusha C/Area, Dhaka – 1000**

***Selected Explanatory Notes to the Quarterly Financial Statements***  
**For the Half Year (Q2) ended on June 30, 2023.**

**1. Background and Principal Operating Activities:**

Eastern Insurance Co. Ltd was incorporated on June 07, 1986 in Bangladesh under the Companies Act, 1913 as amended in 1994. The Company, within the stipulations laid down by Insurance Act 2010 and directives as received from Insurance Development & Regulatory Authority (IDRA) time to time, provides non-life Insurance business.

**2. Basis of preparation:**

The Quarterly Financial Statements have been prepared based on Bangladesh Accounting Standard (BAS) 34 “Interim Financial Reporting” and in accordance with other Bangladesh Accounting Standards (BAS), the Companies Act 1994, the Insurance Act 2010, Securities and Exchange Rules 1987 and other applicable laws and regulations.

**3. Accounting policies and method of computations:**

Accounting policies and methods of computations followed in preparing this Quarterly Financial Statements are consistent with those used in the Annual Financial Statements, prepared and published for the year ending December 31, 2022.

**4. Gross and Net premium earned:**

During the 2<sup>nd</sup> quarter (Q2) ended on June 30, 2023, the Company earned gross and net premium income Tk. 173,413,597/- and Tk.75,832,999/- as against Tk. 212,874,055- and Tk. 104,600,039/- respectively for the corresponding same period of the previous year.

**5. Deferred tax Liability/Assets:**

Particulars	Current 2 <sup>nd</sup> Quarter	Previous 2 <sup>nd</sup> Quarter
Carrying amount of tangible fixed assets	257,035,237	259,644,344
Tax base of tangible fixed assets	(255,905,873)	(258,642,288)
	<b>1,129,364</b>	<b>1,002,056</b>
<b>Applicable rate</b>	<b>37.50%</b>	<b>37.50%</b>
<b>Deferred tax liability/(assets)</b>	<b>423,512</b>	<b>375,771</b>
<b>Less last year provision</b>	<b>(412,465)</b>	<b>(642,605)</b>
<b>Deferred tax (income)/expenses for the Q2</b>	<b>11,047</b>	<b>(266,834)</b>

**6. Earning per share (EPS):**

The Company calculates Earning Per Shares (EPS) in accordance International Accounting standard ‘33’ which is shown on the Un-audited Income statement:

Particulars	Current 2 <sup>nd</sup> Quarter	Previous 2 <sup>nd</sup> Quarter
<b>Net Profit before tax</b>	<b>78,262,711</b>	<b>100,699,979</b>
Less: Provision for taxation	(22,000,000)	(25,000,000)
<b>Deferred tax Adjustment</b>	<b>(11,047)</b>	<b>266,834</b>
<b>Net Profit after taxation</b>	<b>56,251,664</b>	<b>75,966,813</b>
<b>Number of ordinary shares outstanding during the Quarter</b>	<b>43,110,144</b>	<b>43,110,144</b>
<b>Earnings per share (EPS) [note – 9]</b>	<b>1.30</b>	<b>1.76</b>

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7. **Net Assets Value Per Share (NAV):**

Net Assets Value Per Share (NAV) has been determined is as follows

Particulars	June 30, 2022	December 31, 2022
Total Assets as per un-audited balance sheet	2,917,075,773	2,843,815,960
Less: Total liabilities as per un-audited balance sheet	(621,998,710)	(580,842,827)
<b>Net Assets</b>	<b>2,295,077,063</b>	<b>2,262,973,133</b>
<b>Number of ordinary shares outstanding during the Quarter</b>	<b>43,110,144</b>	<b>43,110,144</b>
<b>Net Assets Value Per Share (NAV)</b>	<b>53.24</b>	<b>52.49</b>

8. **Reconciliation of net profit to net operating cash flows:**

Particulars	Current 2 <sup>nd</sup> Quarter	Previous 2 <sup>nd</sup> Quarter
<b>Net Profit before tax</b>	<b>78,262,711</b>	<b>100,699,979</b>
Add: Adjustment of items not involving movement of cash		
<b>Depreciation</b>	<b>1,821,099</b>	<b>2,145,255</b>
<b>Operating profit before changes in working capital - A</b>	<b>80,083,810</b>	<b>102,845,234</b>
<b>Adjustment for changes in working capital</b>		
Increase / (Decrease) in Balance of Fund	(24,147,734)	(20,645,579)
Increase/ (Decrease) in Premium Deposit	(5,410,937)	31,692,902
Increase / (Decrease) in Outstanding Claims, Sundry creditors, Amount due to & other liabilities	28,985,603	21,539,269
Decrease / (Increase) in Accrued Interest, Dividend & Rent	1,946,855	7,660,420
Increase (Decrease) in Advance, Deposit and Prepayments & other receivables	(70,207,142)	(57,817,286)
<b>Total adjustment – B</b>	<b>(68,833,355)</b>	<b>(17,570,274)</b>
<b>Net cash flow from operating activities (A-B)</b>	<b>11,250,455</b>	<b>85,274,960</b>
<b>Number of ordinary shares outstanding during the Quarter</b>	<b>43,110,144</b>	<b>43,110,144</b>
<b>Net operating cash flows per share (NOCFPS) note - 9</b>	<b>0.26</b>	<b>1.98</b>

9. **Shortfall of EPS & NOCFPS:**

During the half year ended on 30 June 2023, Earning Per Share (EPS) and Net Operating Cash Flow Per Share (NOCFPS) decreased due to shortfall in net premium income compared to corresponding same period of the previous year i.e.2022..

10. **Taxation:**

Provision for income tax has been made on net profit in view of prevailing rate of 37.5% as per Income Tax Ordinance, 1984.

11. **Approval of Quarterly Financial Statements:**

The Financial Statements for the 2<sup>nd</sup> quarter (Q2) ended on June 30, 2023 were approved by the Board in its 241<sup>st</sup> meeting held on July 27, 2023.

12. **Credit Rating Report:**

The Company has been rated as grade "AAA" (Triple A) by the Government approved Credit Rating Agency M/s National Credit Ratings Limited (NCR) based on the audited Financial Statements up to December 31, 2021.

**RATING SUMMERY :** Long-Term : "AAA"  
Short-Term : "ST-1"  
Out Look : "Stable"

  
Chief Financial Officer.